#### 105TH CONGRESS 2D SESSION

# H. R. 3934

To reform the concession programs of the National Park Service and to provide for the use of the revenues generated by such reforms to enhance resource protection and visitor use and enjoyment of the National Park System.

#### IN THE HOUSE OF REPRESENTATIVES

May 21, 1998

Mr. Miller of California (for himself, Mr. Faleomavaega, Mr. Markey, Mr. Kennedy of Rhode Island, Mr. Olver, Mr. Frank of Massachusetts, Ms. Eshoo, Ms. Furse, Mr. Gejdenson, Mr. Stark, Mr. Lewis of Georgia, and Mr. Barrett of Wisconsin) introduced the following bill; which was referred to the Committee on Resources

## A BILL

To reform the concession programs of the National Park Service and to provide for the use of the revenues generated by such reforms to enhance resource protection and visitor use and enjoyment of the National Park System.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION. 1. SHORT TITLE.
- 4 This Act may be cited as the "National Park Service
- 5 Concession Policy Reform Act of 1998".

### 1 SEC. 2. FINDINGS AND POLICY.

2	(a) FINDINGS.—In furtherance of the Act of August
3	25, 1916 (39 Stat. 535), as amended (16 U.S.C. 1,
4	2-4), which directs the Secretary of the Interior to admin-
5	ister areas of the National Park System in accordance
6	with the fundamental purpose of preserving their scenery,
7	wildlife, natural and historic objects, and providing for
8	their enjoyment in a manner that will leave them
9	unimpaired for the enjoyment of future generations, the
10	Congress finds that the preservation and conservation of
11	park resources and values require that such public accom-
12	modations, facilities, and services as the Secretary deter-
13	mines are necessary and appropriate in accordance with
14	this Act—
15	(1) should be provided only under carefully con-
16	trolled safeguards against unregulated and indis-
17	criminate use so that visitation will not unduly im-
18	pair these values; and
19	(2) should be limited to locations and designs
20	consistent to the highest practicable degree with the
21	preservation and conservation of park resources and
22	values.
23	(b) Policy.—It is the policy of the Congress that—
24	(1) development on Federal lands within a park
25	shall be limited to those facilities and services that
26	the Secretary determines are necessary and appro-

- priate for public use and enjoyment of the park in
  which such facilities and services are located;
  - (2) development of such facilities and services within a park should be consistent to the highest practicable degree with the preservation and conservation of the park's resources and values;
    - (3) such facilities and services should be provided by private persons, corporations, or other entities, except when no qualified private interest is willing to provide such facilities and services;
    - (4) if the Secretary determines that development should be provided within a park, such development shall be designed, located, and operated in a manner that is consistent with the purposes for which such park was established;
    - (5) the right to provide such services and to develop or utilize such facilities should be awarded to the person, corporation, or entity submitting the best proposal through a competitive selection process; and
- 21 (6) such facilities or services should be provided 22 to the public at reasonable rates.
- 23 SEC. 3. DEFINITIONS.

As used in this Act, the term—

- (1) "concessioner" means a person, corporation,
   or other entity to whom a concession contract has
   been awarded;
- 4 (2) "concession contract" means a contract or 5 permit (but not a commercial use authorization 6 issued pursuant to section 6) to provide facilities or 7 services, or both, at a park;
  - (3) "facilities" means improvements to real property within parks used to provide accommodations, facilities, or services to park visitors;
- 11 (4) "park" means a unit of the National Park 12 System;
- 13 (5) "proposal" means the complete proposal for 14 a concession contract offered by a potential or exist-15 ing concessioner in response to the minimum re-16 quirements for the contract established by the Sec-17 retary; and
- 18 (6) "Secretary" means the Secretary of the 19 Interior.
- 20 SEC. 4. REPEAL OF CONCESSION POLICY ACT OF 1965.
- 21 (a) Repeal.—The Act of October 9, 1965, Public
- 22 Law 89–249 (79 Stat. 969, 16 U.S.C. 20–20g), entitled
- 23 "An Act relating to the establishment of concession poli-
- 24 cies administered in the areas administered by the Na-
- 25 tional Park Service and for other purposes", is hereby re-

9

10

- 1 pealed. The repeal of such Act shall not affect the validity
- 2 of any contract entered into under such Act, but the provi-
- 3 sions of this Act shall apply to any such contract except
- 4 to the extent such provisions are inconsistent with the ex-
- 5 press terms and conditions of the contract.
- 6 (b) Conforming Amendment.—The fourth sen-
- 7 tence of section 3 of the Act of August 25, 1916 (16
- 8 U.S.C. 3; 39 Stat. 535) is amended by striking all through
- 9 "no natural" and inserting in lieu thereof, "No natural".

#### 10 SEC. 5. CONCESSION POLICY.

- 11 Subject to the findings and policy stated in section
- 12 2, and upon a determination by the Secretary that facili-
- 13 ties or services are necessary and appropriate for the ac-
- 14 commodation of visitors at a park, the Secretary shall,
- 15 consistent with the provisions of this Act, laws relating
- 16 generally to the administration and management of units
- 17 of the National Park System, and the park's general man-
- 18 agement plan, concession plan, and other applicable plans,
- 19 authorize private persons, corporations, or other entities
- 20 to provide and operate such facilities or services as the
- 21 Secretary deems necessary and appropriate.

#### 22 SEC. 6. COMMERCIAL USE AUTHORIZATIONS.

- 23 (a) In General.—To the extent specified in this sec-
- 24 tion, the Secretary, upon request, may authorize a private

- person, corporation, or other entity to provide services to park visitors through a commercial use authorization. 3 (b) Criteria for Issuance of Authorization.— 4 (1) The authority of this section may be used only to au-5 thorize provision of services that the Secretary determines will have minimal impact on park resources and values 6 7 and which are consistent with the purposes for which the 8 park was established and with all applicable management 9 plans for such park. 10 (2) The Secretary— (A) shall require payment of a reasonable fee 11 12 for issuance for an authorization under this section, 13 such fees to remain available without further appro-14 priation to be used, at a minimum, to recover associ-15 ated management and administration costs; 16 (B) shall require that the provision of services 17 under such an authorization be accomplished in a 18 manner consistent to the highest practicable degree 19 with the preservation and conservation of park re-20 sources and values; 21 (C) shall take appropriate steps to limit the li-22 ability of the United States arising from the provi-23 sion of services under such an authorization; and
  - (D) shall have no authority under this section to issue more authorizations than are consistent

25

- 1 with the preservation and proper management of
- 2 park resources and values, and shall establish such
- 3 other conditions for issuance of such an authoriza-
- 4 tion as the Secretary determines appropriate for the
- 5 protection of visitors, provision of adequate and ap-
- 6 propriate visitor services, and protection and proper
- 7 management of the resources and values of the park.
- 8 (c) Limitations.—Any authorization issued under
- 9 this section shall be limited to—
- 10 (1) commercial operations with annual gross
- revenues of not more than \$25,000 resulting from
- services originating and provided solely within a
- park pursuant to such authorization; or
- 14 (2) the incidental use of park resources by com-
- mercial operations which provide services originating
- outside of the park's boundaries: *Provided*, That
- such authorization shall not provide for the con-
- struction of any structure, fixture, or improvement
- on Federal lands within the park.
- 20 (d) Duration.—The term of any authorization
- 21 issued under this section shall not exceed two years.
- 22 (e) Other Contracts.—A person, corporation, or
- 23 other entity seeking or obtaining an authorization pursu-
- 24 ant to this section shall not be precluded from also submit-
- 25 ting proposals for concession contracts.

#### 1 SEC. 7. COMPETITIVE SELECTION PROCESS.

- 2 (a) In General.—(1) Except as provided in sub-
- 3 section (b), and consistent with the provisions of sub-
- 4 section (g), any concession contract entered into pursuant
- 5 to this Act shall be awarded to the person, corporation,
- 6 or other entity submitting the best proposal as determined
- 7 by the Secretary, through a competitive selection process,
- 8 as provided in this section.
- 9 (2)(A) As soon as practicable after the date of enact-
- 10 ment of this Act, the Secretary shall promulgate appro-
- 11 priate regulations establishing the competitive selection
- 12 process.
- 13 (B) The regulations shall include provisions for estab-
- 14 lishing a procedure for the resolution of disputes between
- 15 the Secretary and a concessioner in those instances where
- 16 the Secretary has been unable to meet conditions or re-
- 17 quirements or provide such services, if any, as set forth
- 18 in a prospectus pursuant to sections 7(c)(2) (D) and (E).
- 19 (b) Temporary Contract.—Notwithstanding the
- 20 provisions of subsection (a), the Secretary may award a
- 21 temporary concession contract in order to avoid interrup-
- 22 tion of services to the public at a park, except that prior
- 23 to making such a determination, the Secretary shall take
- 24 all reasonable and appropriate steps to consider alter-
- 25 natives to avoid such an interruption.

1	(c) Prospectus.—(1)(A) Prior to soliciting propos-
2	als for a concession contract at a park, the Secretary shall
3	prepare a prospectus soliciting proposals, and shall publish
4	a notice of its availability at least once in local or national
5	newspapers or trade publications, as appropriate, and
6	shall make such prospectus available upon request to all
7	interested parties.
8	(B) A prospectus shall assign a weight to each factor
9	identified therein related to the importance of such factor
10	in the selection process. Points shall be awarded for each
11	such factor, based on the relative strength of the proposal
12	concerning that factor.
13	(2) The prospectus shall include, but need not be lim-
14	ited to, the following information—
15	(A) the minimum requirements for such con-
16	tract, as set forth in subsection (d);
17	(B) the terms and conditions of the existing
18	concession contract awarded for such park, if any,
19	including all fees and other forms of compensation
20	provided to the United States by the concessioner;
21	(C) other authorized facilities or services which
22	may be provided in a proposal;
23	(D) facilities and services to be provided by the
24	Secretary to the concessioner, if any, including but
25	not limited to, public access, utilities, and buildings;

- 1 (E) minimum public services to be offered with-2 in a park by the Secretary, including but not limited 3 to, interpretive programs, campsites, and visitor centers; and (F) such other information related to the pro-6 posed concession operation as is provided to the Sec-7 retary pursuant to a concession contract or is other-8 wise available to the Secretary, as the Secretary de-9 termines is necessary to allow for the submission of 10 competitive proposals. 11 (d) Minimum Proposal Requirements.—(1) No 12 proposal shall be considered which fails to meet the minimum requirements as determined by the Secretary. Such minimum requirements shall include, but need not be lim-14 15 ited to— 16 (A) the minimum acceptable franchise fee; 17 (B) any facilities, services, or capital investment 18 required to be provided by the concessioner; and 19 (C) measures necessary to ensure the protection 20 and preservation of park resources. 21 (2) The Secretary shall reject any proposal, notwith-
- 21 (2) The Secretary shall reject any proposal, notwith-22 standing the franchise fee offered, if the Secretary deter-23 mines that the person, corporation, or entity is not quali-24 fied, is likely to provide unsatisfactory service, or that the 25 proposal is not responsive to the objectives of protecting

- 1 and preserving park resources and of providing necessary
- 2 and appropriate facilities or services to the public at rea-
- 3 sonable rates.
- 4 (3) If all proposals submitted to the Secretary either
- 5 fail to meet the minimum requirements or are rejected by
- 6 the Secretary, the Secretary shall establish new minimum
- 7 contract requirements and re-initiate the competitive se-
- 8 lection process pursuant to this section.
- 9 (e) Selection of Best Proposal.—(1) In select-
- 10 ing the best proposal, the Secretary shall consider the fol-
- 11 lowing principal factors:
- 12 (A) the responsiveness of the proposal to the
- objectives of protecting and preserving park re-
- sources and of providing necessary and appropriate
- facilities and services to the public at reasonable
- 16 rates;
- 17 (B) the experience and related background of
- the person, corporation, or entity submitting the
- proposal, including but not limited to, the past per-
- formance and expertise of such person, corporation,
- or entity in providing the same or similar facilities
- 22 or services;
- (C) the financial capability of the person, cor-
- poration, or entity submitting the proposal; and

- 1 (D) the proposed franchise fee: *Provided*, That
- 2 consideration of revenue to the United States shall
- 3 be subordinate to the objectives of protecting and
- 4 preserving park resources and of providing necessary
- 5 and appropriate facilities or services to the public at
- 6 reasonable rates.
- 7 (2) The Secretary may also consider such secondary
- 8 factors as the Secretary deems appropriate.
- 9 (3) In developing regulations to implement this Act,
- 10 the Secretary shall consider the extent to which plans for
- 11 employment of Indians (including Native Alaskans) and
- 12 involvement of businesses owned by Indians, Indian tribes,
- 13 or Native Alaskans in the operation of concession con-
- 14 tracts should be identified as a factor in the selection of
- 15 a best proposal under this section.
- 16 (f) Congressional Notification.—(1) The Sec-
- 17 retary shall submit any proposed concession contract with
- 18 anticipated annual gross receipts in excess of \$5,000,000
- 19 or a duration of ten or more years to the Committee on
- 20 Energy and Natural Resources of the United States Sen-
- 21 ate and the Committee on Resources of the United States
- 22 House of Representatives.
- 23 (2) The Secretary shall not award any such proposed
- 24 contract until at least 60 days subsequent to the notifica-
- 25 tion of both Committees.

- 1 (g) No Preferential Right of Renewal.—(1)
- 2 Except as provided in paragraph (2), the Secretary shall
- 3 not grant a preferential right to a concessioner to renew
- 4 a concession contract entered into pursuant to this Act.
- 5 (2) The Secretary shall grant a preferential right of
- 6 renewal with respect to a concession contract covered by
- 7 subsection (i), subject to the requirements of such sub-
- 8 section.
- 9 (A) As used in this subsection, and subsection
- (i), the term "preferential right of renewal" means
- that the Secretary shall allow a concessioner satisfy-
- ing the requirements of this subsection (and sub-
- section (i)) the opportunity to match the terms and
- 14 conditions of any competing proposal which the Sec-
- retary determines to be the best proposal.
- 16 (B) A concessioner who exercises a preferential
- 17 right of renewal in accordance with the requirements
- of this paragraph shall be entitled to award of the
- 19 new concession contract with respect to which such
- right is exercised.
- 21 (h) Contracts With Annual Gross Receipts
- 22 Under \$500,000.—The provisions of paragraph (g)(2)
- 23 shall apply to a concession contract—
- 24 (1) which the Secretary estimates will result in
- annual gross receipts of less than \$500,000;

- 1 (2) where the Secretary has determined that
- 2 the concessioner has operated satisfactorily during
- 3 the term of the contract (including any extensions
- 4 thereof); and
- 5 (3) that the concessioner has submitted a re-
- 6 sponsive proposal for a new concession contract
- 7 which satisfies the minimum requirements estab-
- 8 lished by the Secretary pursuant to section 7.
- 9 (i) No Preferential Right to Additional Serv-
- 10 ICES.—The Secretary shall not grant a preferential right
- 11 to a concessioner to provide new or additional services at
- 12 a park.

#### 13 SEC. 8. FRANCHISE FEES.

- 14 (a) IN GENERAL.—Franchise fees shall not be less
- 15 than the minimum fee established by the Secretary for
- 16 each contract. The minimum fee shall be determined in
- 17 a manner that will provide the concessioner with a reason-
- 18 able opportunity to realize a profit on the operation as
- 19 a whole, commensurate with the capital invested and the
- 20 obligations assumed under the contract.
- 21 (b) Multiple Contracts Within a Park.—If
- 22 multiple concession contracts are awarded to authorize
- 23 concessioners to provide the same or similar outfitting,
- 24 guide, river running, or other similar services at the same
- 25 approximate location or resource within a specific park,

- 1 the Secretary shall establish an identical franchise fee for
- 2 all such contracts, subject to periodic review and revision
- 3 by the Secretary. Such fee shall reflect fair market value.
- 4 (c) Adjustment of Franchise Fees.—The
- 5 amount of any franchise fee for the term of the concession
- 6 contract shall be specified in the concession contract and
- 7 may only be modified to reflect substantial changes from
- 8 the conditions specified or anticipated in the contract.

#### 9 SEC. 9. USE OF FRANCHISE FEES.

- 10 (a) Deposits to Treasury.—All receipts collected
- 11 pursuant to this Act shall be covered into a special account
- 12 established in the Treasury of the United States. Amounts
- 13 covered into such account in a fiscal year shall be available
- 14 for expenditure by the Secretary, without further appro-
- 15 priation, solely as follows:
- 16 (1) Fifty percent shall be allocated among the
- units of the National Park System in the same pro-
- portion as franchise fees collected from a specific
- unit bears to the total amount covered into the ac-
- 20 count for each fiscal year, to be used for resource
- 21 management and protection, maintenance activities,
- interpretation, and research.
- 23 (2) Fifty percent shall be allocated among the
- units of the National Park System on the basis of
- need, in a manner to be determined by the Sec-

- 1 retary, to be used for resource management and pro-
- 2 tection, maintenance activities, interpretation, and
- 3 research.
- 4 (b) Existing Concessioner Improvement
- 5 Funds.—Nothing in this section shall affect or restrict
- 6 the use of funds maintained by a concessioner in an exist-
- 7 ing concessioner improvement account pursuant to a con-
- 8 cession contract in effect as of the date of enactment of
- 9 this Act. No new, renewed, or extended contracts entered
- 10 into after the date of enactment of this Act shall provide
- 11 for or authorize the use of such concessioner improvement
- 12 accounts.
- 13 (c) Inspector General Audits.—Beginning in fis-
- 14 cal year 1998, the Inspector General of the Department
- 15 of the Interior shall conduct a biennial audit of the conces-
- 16 sion fees generated pursuant to this Act. The Inspector
- 17 General shall make a determination as to whether conces-
- 18 sion fees are being collected and expended in accordance
- 19 with this Act and shall submit copies of each audit to the
- 20 Committee on Energy and Natural Resources of the
- 21 United States Senate and the Committee on Resources of
- 22 the United States House of Representatives.
- 23 SEC. 10. DURATION OF CONTRACT.
- 24 (a) Maximum Term.—A concession contract entered
- 25 into pursuant to this Act shall be awarded for a term not

- 1 to exceed ten years: *Provided, however,* That the Secretary
- 2 may award a contract for a term of up to twenty years
- 3 if the Secretary determines that the contract terms and
- 4 conditions necessitate a longer term.
- 5 (b) Temporary Contract.—A temporary conces-
- 6 sion contract awarded on a non-competitive basis pursuant
- 7 to section 7(b) shall be for a term not to exceed two years.
- 8 SEC. 11. TRANSFER OF CONTRACT.
- 9 (a) In General.—No concession contract may be
- 10 transferred, assigned, sold, or otherwise conveyed by a
- 11 concessioner without prior written notification to, and ap-
- 12 proval of the Secretary.
- 13 (b) Approval of Transfer.—The Secretary shall
- 14 not unreasonably withhold approval of a transfer, assign-
- 15 ment, sale, or conveyance of a concession contract, but
- 16 shall not approve the transfer, assignment, sale, or convey-
- 17 ance of a concession contract to any individual, corpora-
- 18 tion or other entity if the Secretary determines that—
- 19 (1) such individual, corporation or entity is, or
- is likely to be, unable to completely satisfy all of the
- 21 requirements, terms, and conditions of the contract;
- 22 (2) such transfer, assignment, sale or convey-
- ance is not consistent with the objectives of protect-
- 24 ing and preserving park resources, and of providing

- necessary and appropriate facilities or services to the
   public at reasonable rates;
- 3 (3) such transfer, assignment, sale, or convey4 ance relates to a concession contract which does not
  5 provide to the United States consideration commen6 surate with the probable value of the privileges
  7 granted by the contract; or
- 8 (4) the terms of such transfer, assignment, sale, 9 or conveyance directly or indirectly attribute a sig-10 nificant value to intangible assets or otherwise may 11 so reduce the opportunity for a reasonable profit 12 over the remaining term of the contract that the 13 United States may be required to make substantial 14 additional expenditures in order to avoid interrup-15 tion of services to park visitors.

#### 16 SEC. 12. PROTECTION OF CONCESSIONER INVESTMENT.

- 17 (a) Current Contract.—(1) A concessioner who
  18 before the date of the enactment of this Act has acquired
  19 or constructed, or is required under an existing concession
  20 contract to commence acquisition or construction of any
  21 structure, fixture, or improvement upon land owned by the
  22 United States within a park, pursuant to such contract,
- 23 shall have a possessory interest therein, to the extent pro-
- 24 vided by such contract.

- 1 (2) Unless otherwise provided in such contract, said
- 2 possessory interest shall not be extinguished by the expira-
- 3 tion or termination of the contract and may not be taken
- 4 for public use without just compensation. Such possessory
- 5 interest may be assigned, transferred, encumbered, or re-
- 6 linquished.
- 7 (3) Upon the termination of a concession contract in
- 8 effect before the date of enactment of this Act, the Sec-
- 9 retary shall determine the value of any outstanding
- 10 possesory interest applicable to the contract, such value
- 11 to be determined for all purposes on the basis of applicable
- 12 laws and contracts in effect on the day before the date
- 13 of enactment of this Act.
- 14 (4) Nothing in this subsection shall be construed to
- 15 grant a possessory interest to a concessioner whose con-
- 16 tract in effect on the date of enactment of this Act does
- 17 not include recognition of a possessory interest.
- 18 (b) New Contracts.—(1)(A) With respect to a con-
- 19 cession contract entered into on or after the date of enact-
- 20 ment of this Act, the value of any outstanding possessory
- 21 interest associated with such contract shall be set at the
- 22 value determined by the Secretary pursuant to subsection
- 23 (a)(3).
- 24 (B) As a condition of entering into a concession con-
- 25 tract, the value of any outstanding possessory interest

- 1 shall be reduced on an annual basis, in equal portions,
- 2 over the same number of years as the time period associ-
- 3 ated with the straight line depreciation of the structure,
- 4 fixture, or improvement associated with such possessory
- 5 interest, as provided by applicable Federal income tax laws
- 6 and regulations in effect on the day before the date of
- 7 enactment of this Act.
- 8 (C) In the event that the contract expires or is termi-
- 9 nated prior to the elimination of any outstanding
- 10 possessory interest, the concessioner shall be entitled to
- 11 receive from the United States or the successor conces-
- 12 sioner payment equal to the remaining value of the
- 13 possessory interest.
- 14 (D) A successor concessioner may not revalue any
- 15 outstanding possessory interest, nor the period of time
- 16 over which such interest is reduced.
- 17 (E) Title to any structure, fixture, or improvement
- 18 associated with any outstanding possessory interest shall
- 19 be vested in the United States.
- 20 (2)(A) If the Secretary determines during the com-
- 21 petitive selection process that all proposals submitted ei-
- 22 ther fail to meet the minimum requirements or are re-
- 23 jected (as provided in section 7), the Secretary may, solely
- 24 with respect to any outstanding possessory interest associ-
- 25 ated with the contract and established pursuant to a con-

- 1 cession contract entered into prior to the date of enact-
- 2 ment of this Act, suspend the reduction provisions of sub-
- 3 section (b)(1)(B) for the duration of the contract, and re-
- 4 initiate the competitive selection process as provided in
- 5 section 7.
- 6 (B) The Secretary may suspend such reduction provi-
- 7 sions only if the Secretary determines that the establish-
- 8 ment of other new minimum contract requirements is not
- 9 likely to result in the submission of satisfactory proposals,
- 10 and that the suspension of the reduction provisions is like-
- 11 ly to result in the submission of satisfactory proposals:
- 12 Provided, however, That nothing in this paragraph shall
- 13 be construed to require the Secretary to establish a mini-
- 14 mum franchise fee at a level below the franchise fee in
- 15 effect for such contract on the day before the expiration
- 16 date of the previous contract.
- 17 (c) NEW STRUCTURES.—(1) On or after the date of
- 18 enactment of this Act, a concessioner who constructs or
- 19 acquires a new, additional, or replacement structure, fix-
- 20 ture, or improvement upon land owned by the United
- 21 States within a park, pursuant to a concession contract,
- 22 shall have an interest in such structure, fixture, or im-
- 23 provement equivalent to the actual original cost of acquir-
- 24 ing or constructing such structure, fixture, or improve-
- 25 ment, less straight line depreciation over the estimated

- 1 useful life of the asset according to Generally Accepted
- 2 Accounting Principles: *Provided*, That in no event shall
- 3 the estimated useful life of such asset exceed the deprecia-
- 4 tion period used for such asset for Federal income tax pur-
- 5 poses.
- 6 (2) In the event that the contract expires or is termi-
- 7 nated prior to the recovery of such costs, the concessioner
- 8 shall be entitled to receive from the United States or the
- 9 successor concessioner payment equal to the value of the
- 10 concessioner's interest in such structure, fixture, or im-
- 11 provement. A successor concessioner may not revalue the
- 12 interest in such structure, fixture, or improvement, the
- 13 method of depreciation, or the estimated useful life of the
- 14 asset.
- 15 (3) Title to any such structure, fixture, or improve-
- 16 ment shall be vested in the United States.
- 17 (d) Insurance, Maintenance, and Repair.—
- 18 Nothing in this section shall affect the obligation of a con-
- 19 cessioner to insure, maintain, and repair any structure,
- 20 fixture, or improvement assigned to such concessioner and
- 21 to insure that such structure, fixture, or improvement
- 22 fully complies with applicable safety and health laws and
- 23 regulations.

#### 1 SEC. 13. RATES AND CHARGES TO PUBLIC.

- 2 The reasonableness of a concessioner's rates and
- 3 charges to the public shall, unless otherwise provided in
- 4 the bid specifications and contract, be judged primarily
- 5 by comparison with those rates and charges for facilities
- 6 and services of comparable character under similar condi-
- 7 tions, with due consideration for length of season, seasonal
- 8 variance, average percentage of occupancy, accessibility,
- 9 availability and costs of labor and materials, type of pa-
- 10 tronage, and other factors deemed significant by the Sec-
- 11 retary.

#### 12 SEC. 14. CONCESSIONER PERFORMANCE EVALUATION.

- 13 (a) REGULATIONS.—As soon as practicable after the
- 14 date of enactment of this Act, the Secretary shall publish,
- 15 after an appropriate period for public comment, regula-
- 16 tions establishing standards and criteria for evaluating the
- 17 performance of concessions operating within parks.
- 18 (b) Periodic Evaluation.—(1) The Secretary shall
- 19 periodically conduct an evaluation of each concessioner op-
- 20 erating under a concession contract pursuant to this Act,
- 21 as appropriate, to determine whether such concessioner
- 22 has performed satisfactorily. In evaluating a conces-
- 23 sioner's performance, the Secretary shall seek and con-
- 24 sider applicable reports and comments from appropriate
- 25 Federal, State, and local regulatory agencies, and shall
- 26 seek and consider the applicable views of park visitors and

- 1 concession customers. If the Secretary's performance eval-
- 2 uation results in an unsatisfactory rating of the conces-
- 3 sioner's overall operation, the Secretary shall provide the
- 4 concessioner with a list of the minimum requirements nec-
- 5 essary for the operation to be rated satisfactory, and shall
- 6 so notify the concessioner in writing.
- 7 (2) The Secretary may terminate a concession con-
- 8 tract if the concessioner fails to meet the minimum oper-
- 9 ational requirements identified by the Secretary within the
- 10 time limitations established by the Secretary at the time
- 11 notice of the unsatisfactory rating is provided to the con-
- 12 cessioner.
- 13 (3) If the Secretary terminates a concession contract
- 14 pursuant to this section, the Secretary shall solicit propos-
- 15 als for a new contract consistent with the provisions of
- 16 this Act.

#### 17 SEC. 15. RECORDKEEPING REQUIREMENTS.

- 18 (a) IN GENERAL.—Each concessioner shall keep such
- 19 records as the Secretary may prescribe to enable the Sec-
- 20 retary to determine that all terms of the concessioner's
- 21 contract have been, and are being faithfully performed,
- 22 and the Secretary or any of the Secretary's duly author-
- 23 ized representatives shall, for the purpose of audit and ex-
- 24 amination, have access to such records and to other books,
- 25 documents, and papers of the concessioner pertinent to the

- 1 contract and all the terms and conditions thereof as the
- 2 Secretary deems necessary.
- 3 (b) General Accounting Office Review.—The
- 4 Comptroller General of the United States or any of his
- 5 or her duly authorized representatives shall, until the expi-
- 6 ration of five calendar years after the close of the business
- 7 year for each concessioner, have access to and the right
- 8 to examine any pertinent books, documents, papers, and
- 9 records of the concessioner related to the contracts or con-
- 10 tracts involved.
- 11 SEC. 16. EXEMPTION FROM CERTAIN LEASE REQUIRE-
- 12 MENTS.
- The provisions of section 321 of the Act of June 30,
- 14 1932 (47 Stat. 412; 40 U.S.C. 303b), relating to the leas-
- 15 ing of buildings and properties of the United States, shall
- 16 not apply to contracts awarded by the Secretary pursuant
- 17 to this Act.
- 18 SEC. 17. AUTHORIZATION OF APPROPRIATIONS.
- There is authorized to be appropriated such sums as
- 20 may be necessary to carry out this Act.

 $\bigcirc$